

HEALTH QUARTERLY STATEMENT

AS OF March 31, 2004

OF THE CONDITION AND AFFAIRS OF THE

MCARE INC.

NAIC Group Code	3414	3414	NAIC Company Code	95449	Employer's ID Number	38-2649504
	(Current Period)	(Prior Period)				
Organized under the Laws of	Michigan		State of Domicile or Port of Entry	Michigan		
Country of Domicile	United States of America					
Licensed as business type:	Life, Accident & Health[] Dental Service Corporation[] Other[]		Property/Casualty[] Vision Service Corporation[] Is HMO Federally Qualified? Yes[X] No[]		Hospital, Medical & Dental Service or Indemnity[] Health Maintenance Organization[X]	
Date Incorporated or Organized	01/01/1986		Date Commenced Business	10/01/1986		
Statutory Home Office	2301 Commonwealth Blvd.		Ann Arbor, MI 48105			
	(Street and Number)		(City, or Town, State and Zip Code)			
Main Administrative Office	2301 Commonwealth Blvd.					
	(Street and Number)					
	Ann Arbor, MI 48105		(734)747-8700			
	(City or Town, State and Zip Code)		(Area Code) (Telephone Number)			
Mail Address	2301 Commonwealth Blvd.		Ann Arbor, MI 48105			
	(Street and Number or P.O. Box)		(City, or Town, State and Zip Code)			
Primary Location of Books and Records	2301 Commonwealth					
	(Street and Number)					
	Ann Arbor, MI 48105		(734)747-8700			
	(City, or Town, State and Zip Code)		(Area Code) (Telephone Number)			
Internet Website Address	www.mcare.net					
Statutory Statement Contact	Elizabeth A. Bergin		(734)332-2623			
	(Name)		(Area Code)(Telephone Number)(Extension)			
	eabergin@mcare.med.umich.edu		(734)332-2177			
	(E-Mail Address)		(Fax Number)			
Policyowner Relations Contact	2301 Commonwealth Blvd.					
	(Street and Number)					
	Ann Arbor, MI 48105		(734)913-2211			
	(City, or Town, State and Zip Code)		(Area Code) (Telephone Number)(Extension)			

OFFICERS

Zelda Geyer-Sylvia, President
Larry Warren, Secretary
Douglas L. Strong, Treasurer
Gregory A. Hawkins, Chief Financial Officer
Robert P. Kelch M.D., Chairman

OTHERS

DIRECTORS OR TRUSTEES

Darrell A. Campbell Jr., M.D.
Kyle L. Grazier PhD
Robert P. Kelch M.D.
Jean M. Malouin M.D
Timothy P. Slottow
Larry Warren

Zelda Geyer-Sylvia
Sally Joy
Allen S. Lichter M.D
Richard C. Petrocelli
Douglas L. Strong
Miriam M. Weininger

State of Michigan
County of Washtenaw ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of the said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manuals except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Signature)	(Signature)	(Signature)
Zelda Geyer-Sylvia	Larry Warren	Douglas L. Strong
(Printed Name)	(Printed Name)	(Printed Name)
President	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me this	a. Is this an original filing?	Yes[X] No[]
day of , 2004	b. If no,	
	1. State the amendment number	
	2. Date filed	
	3. Number of pages attached	

(Notary Public Signature)

ASSETS

		Current Statement Date			4
		1	2	3	December 31, Prior Year Net Admitted Assets
		Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1.	Bonds	17,212,154		17,212,154	23,934,199
2.	Stocks:				
2.1	Preferred stocks				
2.2	Common stocks	14,313,923		14,313,923	13,901,667
3.	Mortgage loans on real estate:				
3.1	First liens				
3.2	Other than first liens				
4.	Real estate:				
4.1	Properties occupied by the company (less \$..... encumbrances)				
4.2	Properties held for the production of income (less \$..... encumbrances)				
4.3	Properties held for sale (less \$..... encumbrances)				
5.	Cash (\$.....11,907,729), cash equivalents (\$....(14,736,479)) and short-term investments \$.....87,291,509)	84,462,761		84,462,761	90,197,722
6.	Contract loans (including \$..... premium notes)				
7.	Other invested assets	12,423,680		12,423,680	2,064,064
8.	Receivable for securities				
9.	Aggregate write-ins for invested assets				
10.	Subtotals, cash and invested assets (Lines 1 to 9)	128,412,518		128,412,518	130,097,652
11.	Investment income due and accrued	352,297		352,297	315,137
12.	Premiums and considerations:				
12.1	Uncollected premiums and agents' balances in the course of collection	4,998,708	47,646	4,951,062	2,462,788
12.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$..... earned but unbilled premiums)				
12.3	Accrued retrospective premiums				
13.	Reinsurance:				
13.1	Amounts recoverable from reinsurers				
13.2	Funds held by or deposited with reinsured companies				
13.3	Other amounts receivable under reinsurance contracts				
14.	Amounts receivable relating to uninsured plans				
15.1	Current federal and foreign income tax recoverable and interest thereon ...				
15.2	Net deferred tax asset				
16.	Guaranty funds receivable or on deposit				
17.	Electronic data processing equipment and software	1,390,034	921,730	468,304	568,043
18.	Furniture and equipment, including health care delivery assets (\$.....)	229,699	229,699		
19.	Net adjustments in assets and liabilities due to foreign exchange rates				
20.	Receivables from parent, subsidiaries and affiliates				
21.	Health care (\$.....) and other amounts receivable				
22.	Other assets nonadmitted				
23.	Aggregate write-ins for other than invested assets	4,197,616	4,197,616		
24.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	139,580,872	5,396,691	134,184,181	133,443,620
25.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26.	TOTALS (Lines 24 and 25)	139,580,872	5,396,691	134,184,181	133,443,620
DETAILS OF WRITE-INS					
0901	.....			
0902	.....			
0903	.....			
0998.	Summary of remaining write-ins for Line 9 from overflow page				
0999.	TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)				
2301.	Leasehold Improvements	822,129	822,129		
2302.	Prepaid Expenses	3,375,487	3,375,487		
2303	.....			
2398.	Summary of remaining write-ins for Line 23 from overflow page				
2399.	TOTALS (Lines 2301 through 2303 plus 2398) (Line 23 above)	4,197,616	4,197,616		

LIABILITIES, CAPITAL AND SURPLUS

		Current Period			Prior Year
		1 Covered	2 Uncovered	3 Total	4 Total
1.	Claims unpaid (less \$..... reinsurance ceded)	38,824,767		38,824,767	42,597,108
2.	Accrued medical incentive pool and bonus amounts	23,657,238		23,657,238	24,914,861
3.	Unpaid claims adjustment expenses	1,616,457		1,616,457	1,622,821
4.	Aggregate health policy reserves				
5.	Aggregate life policy reserves				
6.	Property/casualty unearned premium reserve				
7.	Aggregate health claim reserves				
8.	Premiums received in advance	8,157,157		8,157,157	8,205,743
9.	General expenses due or accrued	3,668,631		3,668,631	4,615,675
10.1	Current federal and foreign income tax payable and interest thereon (including \$..... on realized gains (losses))				
10.2	Net deferred tax liability				
11.	Ceded reinsurance premiums payable				
12.	Amounts withheld or retained for the account of others				
13.	Remittances and items not allocated				
14.	Borrowed money (including \$..... current) and interest thereon \$..... (including \$..... current)				
15.	Amounts due to parent, subsidiaries and affiliates	3,795,294		3,795,294	
16.	Payable for securities				
17.	Funds held under reinsurance treaties with (\$..... authorized reinsurers and \$..... unauthorized reinsurers)				
18.	Reinsurance in unauthorized companies				
19.	Net adjustments in assets and liabilities due to foreign exchange rates				
20.	Liability for amounts held under uninsured accident and health plans				
21.	Aggregate write-ins for other liabilities (including \$..... current)				
22.	Total liabilities (Lines 1 to 21)	79,719,544		79,719,544	81,956,208
23.	Common capital stock	X X X	X X X		
24.	Preferred capital stock	X X X	X X X		
25.	Gross paid in and contributed surplus	X X X	X X X		
26.	Surplus notes	X X X	X X X	4,331,446	4,331,446
27.	Aggregate write-ins for other than special surplus funds	X X X	X X X		
28.	Unassigned funds (surplus)	X X X	X X X	50,133,191	47,155,966
29.	Less treasury stock, at cost:				
	29.1 shares common (value included in Line 23 \$.....)	X X X	X X X		
	29.2 shares preferred (value included in Line 24 \$.....)	X X X	X X X		
30.	Total capital and surplus (Lines 23 to 28 minus Line 29)	X X X	X X X	54,464,637	51,487,412
31.	Total liabilities, capital and surplus (Lines 22 and 30)	X X X	X X X	134,184,181	133,443,620
DETAILS OF WRITE-INS					
2101	.....			
2102	.....			
2103	.....			
2198.	Summary of remaining write-ins for Line 21 from overflow page				
2199.	TOTALS (Lines 2101 through 2103 plus 2198) (Line 21 above)				
2701	.....	X X X	X X X		
2702	.....	X X X	X X X		
2703	.....	X X X	X X X		
2798.	Summary of remaining write-ins for Line 27 from overflow page	X X X	X X X		
2799.	TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above)	X X X	X X X		

STATEMENT OF REVENUE AND EXPENSES

		Current Year To Date		Prior Year To Date
		1 Uncovered	2 Total	3 Total
1.	Member Months	X X X	548,555	575,288
2.	Net premium income (including \$..... non-health premium income)	X X X	109,349,115	113,217,851
3.	Change in unearned premium reserves and reserves for rate credits	X X X		
4.	Fee-for-service (net of \$..... medical expenses)	X X X		
5.	Risk revenue	X X X		
6.	Aggregate write-ins for other health care related revenues	X X X		
7.	Aggregate write-ins for other non-health revenues	X X X		
8.	Total revenues (Lines 2 to 7)	X X X	109,349,115	113,217,851
Hospital and Medical:				
9.	Hospital/medical benefits		75,636,334	79,384,542
10.	Other professional services			
11.	Outside referrals			
12.	Emergency room and out-of-area		762,110	850,643
13.	Prescription drugs		12,766,064	12,847,469
14.	Aggregate write-ins for other hospital and medical		7,253,777	7,780,673
15.	Incentive pool, withhold adjustments and bonus amounts		2,433,805	1,784,532
16.	Subtotal (Lines 9 to 15)		98,852,090	102,647,859
Less:				
17.	Net reinsurance recoveries			
18.	Total hospital and medical (Lines 16 minus 17)		98,852,090	102,647,859
19.	Non-health claims			
20.	Claims adjustment expenses, including \$..... cost containment expenses			
21.	General administrative expenses		8,435,745	8,497,008
22.	Increase in reserves for life and accident and health contracts (including \$..... increase in reserves for life only)			
23.	Total underwriting deductions (Lines 18 through 22)		107,287,835	111,144,867
24.	Net underwriting gain or (loss) (Lines 8 minus 23)	X X X	2,061,280	2,072,984
25.	Net investment income earned		300,622	522,139
26.	Net realized capital gains (losses)		(66,324)	5,624
27.	Net investment gains or (losses) (Lines 25 plus 26)		234,298	527,763
28.	Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$.....) (amount charged off \$.....)]			
29.	Aggregate write-ins for other income or expenses			(443,000)
30.	Net income or (loss) before federal income taxes (Lines 24 plus 27 plus 28 plus 29)	X X X	2,295,579	2,157,747
31.	Federal and foreign income taxes incurred	X X X		
32.	Net income (loss) (Lines 30 minus 31)	X X X	2,295,579	2,157,747
DETAILS OF WRITE-INS				
0601	.....	X X X		
0602	.....	X X X		
0603	.....	X X X		
0698.	Summary of remaining write-ins for Line 6 from overflow page	X X X		
0699.	TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)	X X X		
0701	.....	X X X		
0702	.....	X X X		
0703	.....	X X X		
0798.	Summary of remaining write-ins for Line 7 from overflow page	X X X		
0799.	TOTALS (Lines 0701 through 0703 plus 0798) (Line 7 above)	X X X		
1401.	Misc. health and mental health		7,054,766	7,526,472
1402.	Stop loss insurance		199,011	254,201
1403	.....		
1498.	Summary of remaining write-ins for Line 14 from overflow page			
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)		7,253,777	7,780,673
2901.	Interest Expense on Note Payable			(443,000)
2902	.....		
2903	.....		
2998.	Summary of remaining write-ins for Line 29 from overflow page			
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)			(443,000)

STATEMENT OF REVENUE AND EXPENSES (Continued)

		1	2
		Current Year To Date	Prior Year
CAPITAL & SURPLUS ACCOUNT			
33.	Capital and surplus prior reporting year	51,487,412	41,546,093
GAINS AND LOSSES TO CAPITAL & SURPLUS			
34.	Net income or (loss) from Line 32	2,295,579	9,178,231
35.	Change in valuation basis of aggregate policy and claim reserves		
36.	Net unrealized capital gains and losses	1,055,494	3,360,381
37.	Change in net unrealized foreign exchange capital gain or (loss)		
38.	Change in net deferred income tax		
39.	Change in nonadmitted assets	(373,847)	(1,781,143)
40.	Change in unauthorized reinsurance		
41.	Change in treasury stock		
42.	Change in surplus notes		
43.	Cumulative effect of changes in accounting principles		(816,150)
44.	Capital Changes:		
44.1	Paid in		
44.2	Transferred from surplus (Stock Dividend)		
44.3	Transferred to surplus		
45.	Surplus adjustments:		
45.1	Paid in		
45.2	Transferred to capital (Stock Dividend)		
45.3	Transferred from capital		
46.	Dividends to stockholders		
47.	Aggregate write-ins for gains or (losses) in surplus		
48.	Net change in capital and surplus (Lines 34 to 47)	2,977,225	9,941,319
49.	Capital and surplus end of reporting period (Line 33 plus 48)	54,464,637	51,487,412
DETAILS OF WRITE-INS			
4701.	0		
4702	.....	
4703	.....	
4798.	Summary of remaining write-ins for Line 47 from overflow page		
4799.	TOTALS (Lines 4701 through 4703 plus 4798) (Line 47 above)		

CASH FLOW

		1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations			
1.	Premiums collected net of reinsurance	106,802,466	455,432,773
2.	Net investment income	263,462	2,115,684
3.	Miscellaneous income		
4.	Total (Lines 1 through 3)	107,065,928	457,548,457
5.	Benefit and loss related payments	103,882,054	428,679,601
6.	Net transfers to Separate, Segregated Accounts and Protected Cell Accounts		
7.	Commissions, expenses paid and aggregate write-ins for deductions	9,389,153	33,403,382
8.	Dividends paid to policyholders		
9.	Federal and foreign income taxes paid (recovered) \$..... net of tax on capital gains (losses)		
10.	Total (Lines 5 through 9)	113,271,207	462,082,983
11.	Net cash from operations (Line 4 minus Line 10)	(6,205,278)	(4,534,526)
Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds	7,066,647	19,874,528
12.2	Stocks		
12.3	Mortgage loans		
12.4	Real estate		
12.5	Other invested assets		
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments	(5,280)	(5,280)
12.7	Miscellaneous proceeds	3,451	257,758
12.8	Total investment proceeds (Lines 12.1 to 12.7)	7,064,818	20,127,007
13.	Cost of investments acquired (long-term only):		
13.1	Bonds	57,832	20,637,345
13.2	Stocks	1,320	134,560
13.3	Mortgage loans		
13.4	Real estate		
13.5	Other invested assets	10,000,000	700,000
13.6	Miscellaneous applications	66,324	52,791
13.7	Total investments acquired (Lines 13.1 to 13.6)	10,125,476	21,524,696
14.	Net increase (or decrease) in policy loans and premium notes		
15.	Net cash from investments (Line 12.8 minus Lines 13.7 and 14)	(3,060,658)	(1,397,689)
Cash from Financing and Miscellaneous Sources			
16.	Cash provided (applied):		
16.1	Surplus notes, capital notes		
16.2	Capital and paid in surplus, less treasury stock		
16.3	Borrowed funds		
16.4	Net deposits on deposit-type contracts and other insurance liabilities		
16.5	Dividends to stockholders		
16.6	Other cash provided (applied)	3,530,974	(857,922)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	3,530,974	(857,922)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS			
18.	Net change in cash and short-term investments (Lines 11 plus 15 plus 17)	(5,734,962)	(6,790,137)
19.	Cash and short-term investments:		
19.1	Beginning of year	90,197,722	96,987,859
19.2	End of period (Line 18 plus Line 19.1)	84,462,759	90,197,722

Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

Description		Amount 1	Amount 2
20.0001		

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10	11	12	13
		2	3										
	Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Stop Loss	Disability Income	Long-Term Care	Other
Total Members at end of:													
1. Prior Year	191,548	344	176,828				9,370	5,006					
2. First Quarter	179,753	494	171,468				7,791						
3. Second Quarter													
4. Third Quarter													
5. Current Year													
6. Current Year Member Months	548,555	1,482	523,636				23,437						
Total Member Ambulatory Encounters for Period:													
7. Physician	133,650		133,650										
8. Non-Physician	14,835		14,835										
9. Total	148,485		148,485										
10. Hospital Patient Days Incurred	7,634		7,634										
11. Number of Inpatient Admissions	2,482		2,482										
12. Health Premiums Written													
13. Life Premiums Direct													
14. Property/Casualty Premiums Written													
15. Health Premiums Earned	109,349,115		105,086,549				4,262,566						
16. Property/Casualty Premiums Earned													
17. Amount Paid for Provision of Health Care Services ...	104,306,194		101,727,263				2,578,931						
18. Amount Incurred for Provision of Health Care Services	98,852,090		96,605,379				2,246,711						

CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

Aging Analysis of Unpaid Claims						
1	2	3	4	5	6	7
Account	1 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 days	Over 120 Days	Total
0199999 Individually Listed Claims Unpaid .....	.....	.....	.....	.....	.....	.....
0299999 Aggregate Accounts Not Individually Listed - Uncovered .....	.....	.....	.....	.....	.....	.....
0399999 Aggregate Accounts Not Individually Listed - Covered	6,581,257	462,970	.....	.....	1,768,907	8,813,134
0499999 Subtotals	6,581,257	462,970	.....	.....	1,768,907	8,813,134
0599999 Unreported claims and other claim reserves						30,011,633
0699999 Total Amounts Withheld .....						.....
0799999 Total Claims Unpaid						38,824,767
0899999 Accrued Medical Incentive Pool And Bonus Amounts						23,657,238

UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business		Claims Paid Year to Date		Liability End of Current Quarter		5 Claims Incurred in Prior Years (Columns 1+3)	6 Estimated Claim Reserve and Claim Liability Dec.31 of Prior Year
		1	2	3	4		
		On Claims Incurred Prior to January 1 of Current Year	On Claims Incurred During the Year	On Claims Unpaid Dec.31 of Prior Year	On Claims Incurred During the Year		
1.	Comprehensive (hospital & medical)	17,281,925	74,426,523	6,223,420	32,305,748	23,505,345	34,742,731
2.	Medicare Supplement						
3.	Dental only						
4.	Vision only						
5.	Federal Employees Health Benefits Plan	1,473,713	1,001,350	54,767	38,652	1,528,480	425,639
6.	Title XVIII - Medicare	4,808,435		1,400,860		6,209,295	7,428,738
7.	Title XIX - Medicaid						
8.	Other health						
9.	Health subtotal (Lines 1 to 8)	23,564,073	75,427,873	7,679,047	32,344,400	31,243,120	42,597,108
10.	Other non-health						
11.	Medical incentive pools, and bonus amounts	3,691,428		22,045,835	1,611,403	25,737,263	24,914,861
12.	TOTALS	27,255,501	75,427,873	29,724,882	33,955,803	56,980,383	67,511,969

Notes to Financial Statement

N O N E

GENERAL INTERROGATORIES
(Responses to these interrogatories should be based on changes that have occurred since the prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1 Did the reporting entity implement any significant accounting policy changes which would require disclosure in the Notes to the Financial Statements?

Yes[] No[X]
- 1.2 If yes, explain:
- 2.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes[] No[X]
- 2.2 If yes, has the report been filed with the domiciliary state?

Yes[] No[] N/A[X]
- 3.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes[] No[X]
- 3.2 If yes, date of change:
If not previously filed, furnish herewith a certified copy of the instrument as amended.
4. Have there been any substantial changes in the organizational chart since the prior quarter end?
If yes, complete the Schedule Y - Part 1 - organization chart

Yes[X] No[]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes[] No[X]
- 5.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile
.....

6. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?
If yes, attach an explanation.

Yes[] No[] N/A[X]
- 7.1 State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2000
- 7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

08/30/2001
- 7.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

08/30/2001
- 7.4 By what department or departments?
- 8.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.)

Yes[] No[X]
- 8.2 If yes, give full information
- 9.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes[] No[X]
- 9.2 If response to 9.1 is yes, please identify the name of the bank holding company.
- 9.3 Is the company affiliated with one or more banks, thrifts or securities firms?

Yes[] No[X]
- 9.4 If response to 9.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC
..... Yes[] No[X]	. Yes[] No[X]	. Yes[] No[X]	. Yes[] No[X]	. Yes[] No[X]

INVESTMENT

- 10.1 Has there been any changes in the reporting entity's own preferred or common stock?

Yes[] No[X]
- 10.2 If yes, explain:
- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes[] No[X]
- 11.2 If yes, give full and complete information relating thereto:
12. Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$
13. Amount of real estate and mortgages held in short-term investments:

\$
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes[X] No[]
- 14.2 If yes, please complete the following:

GENERAL INTERROGATORIES (Continued)

		1	2
		Prior Year-End Statement Value	Current Quarter Statement Value
14.21	Bonds .....	.....	.....
14.22	Preferred Stock .....	.....	.....
14.23	Common Stock .....	.....	10,209,215
14.24	Short-Term Investments .....	.....	.....
14.25	Mortgages, Loans or Real Estate .....	.....	.....
14.26	All Other .....	.....	2,214,465
14.27	Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) .....	.....	12,423,680
14.28	Total Investment in Parent included in Lines 14.21 to 14.26 above .....	.....	.....
14.29	Receivable from Parent not included in Lines 14.21 to 14.26 above .....	.....	.....

- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes[] No[X]
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?
If no, attach a description with this statement.

Yes[] No[] N/A[X]
16. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1 - General, Section IV, H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes[] No[X]
- 16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1	2
Name of Custodian(s)	Custodian Address
JP Morgan Trust Company National Association	2001 Bryan Street / 10th Floor, Dallas, TX 75201
Mellon Trust	135 Santilli Highway, Everett, MA 02149-1950

- 16.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1	2	3
Name(s)	Location(s)	Complete Explanation(s)
M-Care Inc.	2301 Commonwealth, Ann Arbor, MI 48105	MCare holds 10,000000 shares of common stock in MH

- 16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?

Yes[] No[X]
- 16.4 If yes, give full and complete information relating thereto:

1	2	3	4
Old Custodian	New Custodian	Date of Change	Reason
.....

- 16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1	2	3
Central Registration Depository	Name(s)	Address
.....

SCHEDULE A - VERIFICATION

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year		
2.	Increase (decrease) by adjustment		
3.	Cost of acquired		
4.	Cost of additions to and permanent improvements		
5.	Total profit (loss) on sales		
6.	Increase (decrease) by foreign exchange adjustment		
7.	Amount received on sales		
8.	Book/adjusted carrying value at end of current period		
9.	Total valuation allowance		
10.	Subtotal (Lines 8 plus 9)		
11.	Total nonadmitted amounts		
12.	Statement value, current period (Page 2, real estate lines, Net Admitted Assets column)		

SCHEDULE B - VERIFICATION

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year ...		
2.	Amount loaned during period:		
2.1	Actual cost at time of acquisitions		
2.2	Additional investment made after acquisitions		
3.	Accrual of discount and mortgage interest points and commitment fees		
4.	Increase (decrease) by adjustment		
5.	Total profit (loss) on sale		
6.	Amounts paid on account or in full during the period		
7.	Amortization of premium		
8.	Increase (decrease) by foreign exchange adjustment		
9.	Book value/recorded investment excluding accrued interest on mortgages owned at end of current period		
10.	Total valuation allowance		
11.	Subtotal (Lines 9 plus 10)		
12.	Total nonadmitted amounts		
13.	Statement value of mortgages owned at end of current period (Page 2, mortgage lines, Net Admitted Assets column)		

SCHEDULE BA - VERIFICATION
Other Invested Assets Included in Schedule BA

		1	2
Description		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year	2,064,064	1,048,319
2.	Cost of acquisitions during period:		
2.1	Actual cost at time of acquisitions	10,000,000	
2.2	Additional investment made after acquisitions		700,000
3.	Accrual of discount		
4.	Increase (decrease) by adjustment	359,616	315,745
5.	Total profit (loss) on sale		
6.	Amounts paid on account or in full during the period		
7.	Amortization of premium		
8.	Increase (decrease) by foreign exchange adjustment		
9.	Book/adjusted carrying value of long-term invested assets at end of current period	12,423,680	2,064,064
10.	Total valuation allowance		
11.	Subtotal (Lines 9 plus 10)	12,423,680	2,064,064
12.	Total nonadmitted amounts		
13.	Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3)	12,423,680	2,064,064

SCHEDULE D - VERIFICATION

		1	2
		Year To Date	Prior Year Ended December 31
1.	Book/adjusted carrying value of bonds and stocks, December 31 of prior year	37,835,866	33,959,168
2.	Cost of bonds and stocks acquired	59,152	20,771,905
3.	Accrual of discount		
4.	Increase (decrease) by adjustment	697,706	3,057,317
5.	Increase (decrease) by foreign exchange adjustment		
6.	Total profit (loss) on disposal		(77,996)
7.	Consideration for bonds and stocks disposed of	7,066,647	19,874,528
8.	Amortization of premium		
9.	Book/adjusted carrying value, current period	31,526,077	37,835,866
10.	Total valuation allowance		
11.	Subtotal (Lines 9 plus 10)	31,526,077	37,835,866
12.	Total nonadmitted amounts		
13.	Statement value	31,526,077	37,835,866

SCHEDULE D - PART 1B
Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1	90,941,836	128,268,826	116,564,763	(59,218)	102,586,681			90,941,836
2. Class 2	1,621,799	957,590	650,000	(12,404)	1,916,985			1,621,799
3. Class 3								
4. Class 4								
5. Class 5								
6. Class 6								
7. TOTAL Bonds	92,563,635	129,226,416	117,214,763	(71,622)	104,503,666			92,563,635
PREFERRED STOCK								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. TOTAL Preferred Stock								
15. TOTAL Bonds & Preferred Stock	92,563,635	129,226,416	117,214,763	(71,622)	104,503,666			92,563,635

SCHEDULE DA - PART 1
Short - Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
8299999. TOTALS	87,291,510	X X X	87,302,428	289,615	(24,145)

SCHEDULE DA - PART 2 - Verification
Short-Term Investments Owned

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	68,629,435	83,509,792
2.	Cost of short-term investments acquired	129,168,584	344,576,479
3.	Increase (decrease) by adjustment	(3,358,752)	(5,632,014)
4.	Increase (decrease) by foreign exchange adjustment		
5.	Total profit (loss) on disposal of short-term investments		
6.	Consideration received on disposal of short-term investments	107,147,758	353,824,822
7.	Book/adjusted carrying value, current period	87,291,509	68,629,435
8.	Total valuation allowance		
9.	Subtotals (Lines 7 plus 8)	87,291,509	68,629,435
10.	Total nonadmitted amounts		
11.	Statement value (Lines 9 minus 10)	87,291,509	68,629,435
12.	Income collected during period	313,761	1,863,904
13.	Income earned during period	352,708	1,657,317

SCHEDULE DB - PART F - SECTION 1
Summary of Replicated (Synthetic) Assets Open

Replicated (Synthetic) Asset					Components of the Replicated (Synthetic) Asset						
1 Replication RSAT Number	2 Description	3 NAIC Designation or Other Description	4 Statement Value	5 Fair Value	Derivative Instruments Open		Cash Instrument(s) Held				
					6	7	8	9	10	11	12
					Description	Fair Value	CUSIP	Description	Statement Value	Fair Value	NAIC Designation or Other Description
9999999 Totals X X X .....	.....	.... X X X ...	..... X X X .....	.....	.....	..... X X X

SCHEDULE DB - PART F - SECTION 2
Reconciliation of Replicated (Synthetic) Assets Open

		First Quarter		Second Quarter		Third Quarter		Fourth Quarter		Year-To-Date	
		1	2	3	4	5	6	7	8	9	10
		Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value	Number of Positions	Total Replicated (Synthetic) Assets Statement Value
1.	Beginning Inventory										
2.	Add: Opened or Acquired Transactions										
3.	Add: Increases in Replicated Asset Statement Value	X X X		X X X		X X X		X X X		X X X	
4.	Less: Closed or Disposed of Transactions										
5.	Less: Positions Disposed of for Failing Effectiveness Criteria										
6.	Less: Decreases in Replicated (Synthetic) Asset Statement Value	X X X		X X X		X X X		X X X		X X X	
7.	Ending Inventory										

SCHEDULE S - CEDED REINSURANCE
Showing all new reinsurers-Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (Yes or No)

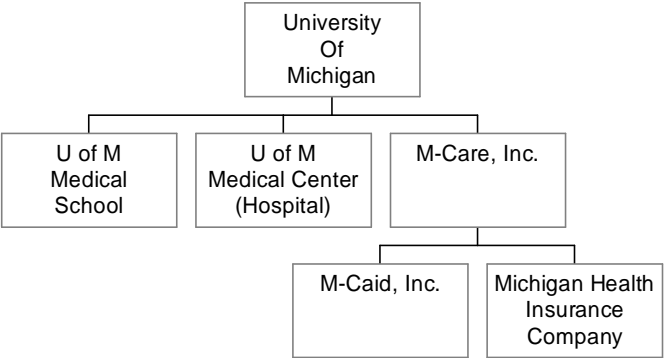
SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS
Allocated by States and Territories

State, Etc.		1 Guaranty Fund (Yes or No)	2 Is Insurer Licensed (Yes or No)	Direct Business Only Year-to-Date					
				3 Accident and Health Premiums	4 Medicare Title XVIII	5 Medicaid Title XIX	6 Federal Employees Health Benefits Program Premiums	7 Life and Annuity Premiums and Deposit-Type Contract Funds	8 Property/ Casualty Premiums
1.	Alabama (AL)	No ..	No ..						
2.	Alaska (AK)	No ..	No ..						
3.	Arizona (AZ)	No ..	No ..						
4.	Arkansas (AR)	No ..	No ..						
5.	California (CA)	No ..	No ..						
6.	Colorado (CO)	No ..	No ..						
7.	Connecticut (CT)	No ..	No ..						
8.	Delaware (DE)	No ..	No ..						
9.	District of Columbia (DC)	No ..	No ..						
10.	Florida (FL)	No ..	No ..						
11.	Georgia (GA)	No ..	No ..						
12.	Hawaii (HI)	No ..	No ..						
13.	Idaho (ID)	No ..	No ..						
14.	Illinois (IL)	No ..	No ..						
15.	Indiana (IN)	No ..	No ..						
16.	Iowa (IA)	No ..	No ..						
17.	Kansas (KS)	No ..	No ..						
18.	Kentucky (KY)	No ..	No ..						
19.	Louisiana (LA)	No ..	No ..						
20.	Maine (ME)	No ..	No ..						
21.	Maryland (MD)	No ..	No ..						
22.	Massachusetts (MA)	No ..	No ..						
23.	Michigan (MI)	No ..	Yes ..	105,086,549			4,262,566		
24.	Minnesota (MN)	No ..	No ..						
25.	Mississippi (MS)	No ..	No ..						
26.	Missouri (MO)	No ..	No ..						
27.	Montana (MT)	No ..	No ..						
28.	Nebraska (NE)	No ..	No ..						
29.	Nevada (NV)	No ..	No ..						
30.	New Hampshire (NH)	No ..	No ..						
31.	New Jersey (NJ)	No ..	No ..						
32.	New Mexico (NM)	No ..	No ..						
33.	New York (NY)	No ..	No ..						
34.	North Carolina (NC)	No ..	No ..						
35.	North Dakota (ND)	No ..	No ..						
36.	Ohio (OH)	No ..	No ..						
37.	Oklahoma (OK)	No ..	No ..						
38.	Oregon (OR)	No ..	No ..						
39.	Pennsylvania (PA)	No ..	No ..						
40.	Rhode Island (RI)	No ..	No ..						
41.	South Carolina (SC)	No ..	No ..						
42.	South Dakota (SD)	No ..	No ..						
43.	Tennessee (TN)	No ..	No ..						
44.	Texas (TX)	No ..	No ..						
45.	Utah (UT)	No ..	No ..						
46.	Vermont (VT)	No ..	No ..						
47.	Virginia (VA)	No ..	No ..						
48.	Washington (WA)	No ..	No ..						
49.	West Virginia (WV)	No ..	No ..						
50.	Wisconsin (WI)	No ..	No ..						
51.	Wyoming (WY)	No ..	No ..						
52.	American Samoa (AS)	No ..	No ..						
53.	Guam (GU)	No ..	No ..						
54.	Puerto Rico (PR)	No ..	No ..						
55.	U.S. Virgin Islands (VI)	No ..	No ..						
56.	Canada (CN)	No ..	No ..						
57.	Aggregate other alien (OT)	X X X ..	X X X ..						
58.	TOTAL (Direct Business)	X X X ..	(a).....1	105,086,549			4,262,566		
DETAILS OF WRITE-INS									
5701	.....	X X X ..	X X X ..						
5702	.....	X X X ..	X X X ..						
5703	.....	X X X ..	X X X ..						
5798.	Summary of remaining write-ins for Line 57 from overflow page	X X X ..	X X X ..						
5799.	TOTALS (Lines 5701 through 5703 plus 5798) (Line 57 above)	X X X ..	X X X ..						

(a) Insert the number of yes responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

Organization Chart



SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

RESPONSES

1. Will the SVO Compliance Certification be filed with this statement?

No

Explanation:

Bar Code:

SVO Compliance Certification



OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A - PART 2
Showing all Real Estate ACQUIRED During the Current Quarter

1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Expended for Additions and Permanent Improvements
	2	3						
	City	State						
9999999 Totals

SCHEDULE A - PART 3
Showing all Real Estate SOLD during the Quarter, including Payments during the Final Year on "Sales under Contract"

1	Location		4	5	6	7	8	9	10	11	12	13	14	15	16
	2	3													
Description of Property	City	State	Disposal Date	Name of Purchaser	Actual Cost	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Expended for Additions, Permanent Improvements and Changes in Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Amounts Received	Foreign Exchange Profit (Loss) on Sale	Realized Profit (Loss) on Sale	Total Profit (Loss) on Sale	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs and Expenses Incurred
9999999 Totals

SCHEDULE B - PART 1

Showing all Mortgage Loans ACQUIRED during the Current Quarter

1	Location		4	5	6	7	8	9	10	11
	2	3								
Loan Number	City	State	Loan Type	Date Acquired	Rate of Interest	Book Value/Recorded Investment Excluding Accrued Interest	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Value of Land and Buildings	Date of Last Appraisal or Valuation
9999999 GRAND TOTAL X X X ..

SCHEDULE B - PART 2

Showing all Mortgage Loans SOLD, transferred or paid in full during the Current Quarter

1	Location		4	5	6	7	8	9	10	11	12	13
	2	3										
Loan Number	City	State	Loan Type	Date Acquired	Book Value/Recorded Investment Excluding Accrued Interest Prior Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Book Value/Recorded Investment Excluding Accrued Interest at Disposition	Consideration Received	Foreign Exchange Profit (Loss) on Sale	Realized Profit (Loss) on Sale	Total Profit (Loss) on Sale
9999999 Totals

SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets ACQUIRED during the Current Quarter

1 Number of Units and Description	Location		4 Name of Vendor	5 Date Acquired	6 Actual Cost	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment
	2 City	3 State							
Any Other Class of Admitted Assets									
Investment in M-Caid, Trust	Detroit	MI	JP Morgan	10/01/2002	..... 1,750,000	.....	..... 2,214,465	..... 150,401	.....
Investment in MHIC, Fund Balance	Detroit	MI	JP Morgan	01/01/2004	..... 10,000,000	.....	..... 10,209,215	..... 209,215	.....
1499999 Subtotal - Any Other Class of Admitted Assets .....					..... 11,750,000	.....	..... 12,423,680	..... 359,616	.....
9999999 Totals .....					..... 11,750,000	.....	..... 12,423,680	..... 359,616	.....

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, transferred or paid in full during the Current Quarter

1 Number of Units and Description	Location		4 Name of Purchaser or Nature of Disposition	5 Date Acquired	6 Book/ Adjusted Carrying Value Less Encumbrances Prior Year	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Book Adjusted/ Carrying Value Less Encumbrances at Disposition	10 Consideration Received	11 Foreign Exchange Profit (Loss) on Sale	12 Realized Profit (Loss) on Sale	13 Total Profit (Loss) on Sale
	2	3										
	City	State										
9999999 Totals												

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments									
681937512	One Group Treasury Only		01/01/2004	JP Morgan Trust Company	X X X ..	8,823	8,823.00		1
681937512	One Group Treasury Only		02/01/2004	JP Morgan Trust Company	X X X ..	16	16.00		1
681937512	One Group Treasury Only		03/01/2004	JP Morgan Trust Company	X X X ..	17	17.00		1
0399999 Subtotal - Bonds - U.S. Governments					X X X ..	8,856	8,856.00		X X X ..
Bonds - Industrial and Miscellaneous									
704329200	Payden & Rygel Inv Group Short		02/01/2004	Mellon Bank	X X X ..	29,415	2,867.00		1PE
704329200	Payden & Rygel Inv Group Short		03/01/2004	Mellon Bank	X X X ..	19,561	1,899.00		1PE
4599999 Subtotal - Bonds - Industrial and Miscellaneous					X X X ..	48,976	4,766.00		X X X ..
6099997 Subtotal - Bonds - Part 3					X X X ..	57,832	13,622.00		X X X ..
6099998 Summary Item for Bonds Bought and Sold This Quarter					X X X ..				X X X ..
6099999 Subtotal - Bonds					X X X ..	57,832	13,622.00		X X X ..
6599998 Summary Item for Preferred Stock Bought and Sold This Quarter					X X X ..		X X X ..		X X X ..
Common Stock - Industrial and Miscellaneous									
202681508	CIF Core Equity Fund		01/01/2004	Mellon Bank		1,320	X X X ..		PE
6899999 Subtotal - Common Stock - Industrial and Miscellaneous					X X X ..	1,320	X X X ..		X X X ..
7299997 Subtotal - Common Stock - Part 3					X X X ..	1,320	X X X ..		X X X ..
7299998 Summary Item for Common Stock Bought and Sold This Quarter					X X X ..		X X X ..		X X X ..
7299999 Subtotal - Common Stock					X X X ..	1,320	X X X ..		X X X ..
7399999 Subtotal - Preferred and Common Stock					X X X ..	1,320	X X X ..		X X X ..
7499999 Total - Bonds, Preferred and Common Stock					X X X ..	59,152	X X X ..		X X X ..

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stocks Sold, Redeemed, or Otherwise Disposed of
by the Company During the Current Quarter

1	2	3 F o r e i g n	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description		Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - Industrial and Miscellaneous																					
704329200	Payden & Rygel Inv Group Short...		01/01/2004	Mellon Bank .....	... X X X ...	... 7,066,647	.....	... 7,066,647	.....	.....	.....	.....	.....	.....	.....	.....	..... (66,647)	..... (66,647)	.....	.....	.....
4599999 Subtotal - Bonds - Industrial and Miscellaneous .....					... X X X ...	... 7,066,647	.....	... 7,066,647	.....	.....	.....	.....	.....	.....	.....	.....	..... (66,647)	..... (66,647)	.....	. X X X .	.. X X X .
6099997 Subtotal - Bonds - Part 4 .....					... X X X ...	... 7,066,647	.....	... 7,066,647	.....	.....	.....	.....	.....	.....	.....	.....	..... (66,647)	..... (66,647)	.....	. X X X .	.. X X X .
6099998 Summary Item for Bonds Bought and Sold This Quarter .....					... X X X ...	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	. X X X .	.. X X X .
6099999 Subtotal - Bonds .....					... X X X ...	... 7,066,647	.....	... 7,066,647	.....	.....	.....	.....	.....	.....	.....	.....	..... (66,647)	..... (66,647)	.....	. X X X .	.. X X X .
6599998 Summary Item for Preferred Stock Bought and Sold This Quarter .....					... X X X ...	.....	... X X X ...	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	. X X X .	.. X X X .
7299998 Summary Item for Common Stock Bought and Sold This Quarter .....					... X X X ...	.....	... X X X ...	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	. X X X .	.. X X X .
7399999 Subtotal - Preferred and Common Stock .....					... X X X ...	.....	... X X X ...	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	. X X X .	.. X X X .
7499999 Total - Bonds, Preferred and Common Stock .....					... X X X ...	... 7,066,647	... X X X ...	... 7,066,647	.....	.....	.....	.....	.....	.....	.....	.....	..... (66,647)	..... (66,647)	.....	. X X X .	.. X X X .

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues

SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors and Insurance Futures Options Owned at Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14
	Number of Contracts or Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price Rate or Index	Date of Acquisition	Exchange or Counterparty	Cost/ Option Premium	Book Value	*	Statement Value	Fair Value	Year to Date Increase/ (Decrease) by Adjustment	Used to Adjust Basis of Hedged Item	Other Investment/ Miscellaneous Income
Description													
9999999 Grand Total													

SCHEDULE DB - PART B - SECTION 1

Showing all Options, Caps, Floors and Insurance Futures Options Written and In-Force at Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14
	Number of Contracts or Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price Rate or Index	Date of Issuance/ Purchase	Exchange or Counterparty	Consideration Received	Book Value	*	Statement Value	Fair Value	Year to Date Increase/ (Decrease) by Adjustment	Used to Adjust Basis	Other Investment/ Miscellaneous Income
Description													
9999999 Grand Total													

SCHEDULE DB - PART C - SECTION 1

Showing all Collar, Swap and Forwards Open at Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Description	Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price Rate or Index Rec (Pay)	Date of Opening Position or Agreement	Exchange or Counterparty	Cost or (Consideration Received)	Book Value	*	Statement Value	Fair Value	Year to Date Increase/ (Decrease) by Adjustment	Used to Adjust Basis of Hedged Item	Other Investment/ Miscellaneous Income	Potential Exposure
9999999 Grand Total

SCHEDULE DB - PART D - SECTION 1

Showing all Futures Contracts and Insurance Futures Contracts at Current Statement Date

1	2	3	4	5	6	7	8	9	Variation Margin Information			13
									10	11	12	
Description	Number of Contracts	Maturity Date	Original Value	Current Value	Variation Margin	Date of Opening Position	Exchange or Counterparty	Cash Deposit	Recognized	Used to Adjust Basis of Hedged Item	Deferred	Potential Exposure
9999999 Grand Total X X X .	..... X X X .....	.....	.....	.....	.....	.....

SCHEDULE E - PART 1 - CASH

Month End Depository Balances										
1			2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	6	7	8	
Depository			Code	Rate of Interest			First Month	Second Month	Third Month	*
open depositories										
Bank One	Dearborn, MI						(7,555,422)	(5,098,100)	(7,746,470)	. X X X .
MCARE Cash Outside UIP	Ann Arbor, MI						9,954,905	(9,954,905)	(7,800,000)	. X X X .
Mellon Trust, Demand Depositi										
Account	2004						862,650	1,533,360	809,992	. X X X .
Charitable Temporary										
Investment Fund	2004			1.010	5,835	1,283	1,176,025	562,297	828,897	. X X X .
Citigroup Global Disc	2004			1.000	30	717	699,167	698,884	698,884	. X X X .
Deutsche Bank LLC Disc	2004					1,402	698,358	698,358	698,358	. X X X .
Federal Home Loan Bk Cons										
Disc N	2004				1,874					. X X X .
Federal Home Loan Bk Cons										
Disc N	2004				3,004					. X X X .
Fed Nat'l Mtg Assn Discount	2004				658	6,993	2,992,435	2,992,435	2,992,435	. X X X .
Fed Nat'l Mtg Assn Discount ..	2004				5,742					. X X X .
Greenwich CPL Disc	2004					979		598,936	598,936	. X X X .
HBOS Treasury PLC Disc	2004					93			399,522	. X X X .
Lloyds Bank PLC NY Instl C/D	2004						700,017	700,000		. X X X .
Nestle CAP Corp Disc	2004				849					. X X X .
NY Life CAP Corp Disc	2004			0.270	1,909		699,430			. X X X .
Pfizer Inc Disc	2004			0.160	1,122		698,878			. X X X .
Quebec Prov Of Disc	2004				901					. X X X .
Royal Bk Scotland Disc	2004			0.310	1		599,502			. X X X .
Short term funds int adj	2004				18					. X X X .
Southtrust Bk NA Notes	2004				(70)	863		700,217	700,217	. X X X .
Toyota Mtr Cr Corp Disc	2004				1,593					. X X X .
US Treasury Bill	2004						3,393,564			. X X X .
US Treasury Bill	2004					5,192		4,990,482	4,990,482	. X X X .
BSDT-Late Money Deposit acct	2004			0.010	0	1				. X X X .
0199998 Deposits in			depositories that do not exceed the							
allowable limit in any one depository (See Instructions) - open depositories ..			X X X .	X X X .						. X X X .
0199999 Totals - Open Depositories			X X X .	X X X .	23,465	17,523	14,919,509	(1,578,037)	(2,828,749)	. X X X .
0299998 Deposits in			depositories that do not exceed the							
allowable limit in any one depository (See Instructions) - suspended										
depositories			X X X .	X X X .						. X X X .
0299999 Totals - Suspended Depositories			X X X .	X X X .						. X X X .
0399999 Total Cash On Deposit			X X X .	X X X .	23,465	17,523	14,919,509	(1,578,037)	(2,828,749)	. X X X .
0499999 Cash in Company's Office			X X X .	X X X .	X X X .	X X X .				. X X X .
0599999 Total Cash			X X X .	X X X .	23,465	17,523	14,919,509	(1,578,037)	(2,828,749)	. X X X .

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